

FISCAL NOTE

HB 1986 - SB 2113

March 28, 2005

SUMMARY OF BILL: Exempts the Program of All-inclusive Care for the Elderly (PACE program) from the certificate of need requirement to provide nursing home services.

ESTIMATED FISCAL IMPACT:

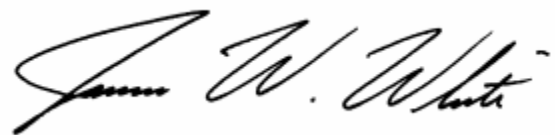
Increase State Expenditures – Not Significant

Assumptions:

- There is currently only one PACE program operating in the state.
- If the PACE program established its own nursing home facility, neither the number of persons served or the cap rate would increase and there would be no fiscal impact to TennCare. If the PACE program or a subsequent owner received Medicare/Medicaid certification, then the facility might serve additional residents and receive Medicaid reimbursement at an increased cost to TennCare.
- The Department of Health would not have a significant increase in expenditures for plans review and inspections. Any costs will be offset by the annual licensing fee of \$600.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director